

## Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: June 16-17, 2004

Reference No.: 4.5  
Action Item

From: ROBERT L. GARCIA  
Chief Financial Officer

Prepared by: R. Austin Wiswell  
Division Chief  
Aeronautics

Ref: ADOPTION OF THE ANNUAL RATE FOR LOCAL GOVERNMENT MATCHING  
OF CALIFORNIA AID TO AIRPORT PROGRAM (CAAP) GRANTS  
RESOLUTION G-04-

### SUMMARY

Under state requirements, the California Transportation Commission is required to annually establish the rate at which local governments must match California Aid to Airports Program (CAAP) grants from the Aeronautics Program.

### RECOMMENDATION

The Department of Transportation (Department) recommends that the California Transportation Commission (Commission) approve the attached resolution to set the CAAP matching rate at ten percent.

### BACKGROUND

State law (Public Utilities Code Section 21684) requires local sponsors to match Acquisition and Development (A&D) grants at a rate of between 10 percent and 50 percent of the project cost and requires the Commission to establish the matching rate annually.

In prior years, the Commission has established the matching rate at 10 percent. In 1995, the Commission stated its intention to consider changing the matching rate only at the same time as its biennial adoption of the Aeronautics Program. The Department has developed the 2004 Aeronautics Program using a 10 percent matching rate. Fiscal year 2004-05 is the first year of this three-year Program.

The Commission's Technical Advisory Committee on Aeronautics (TACA) reviewed the CAAP matching rate issue by teleconference on May 3, 2004, and expressed its approval for continuing the ten percent rate.

Attachment

**CALIFORNIA TRANSPORTATION COMMISSION**

**Adoption of the Annual Rate for Local Government Matching  
of California Aid to Airport Program (CAAP) Grants  
for Fiscal Year 2004-05**

**Resolution G-04-**

- 1.1 WHEREAS, pursuant to Section 21684 of the Public Utilities Code, the California Transportation Commission (Commission) is charged with the responsibility of establishing the percentage rate of matching funds to be provided by public entities for Acquisition and Development projects under the California Aid to Airports Program (CAAP); and
- 1.2 WHEREAS, a 10 percent matching rate would be compatible with the Federal Aviation Administration's grant program; and
- 1.3 WHEREAS, a 10 percent matching rate encourages timely use of funds from the Aeronautics Account; and
- 1.4 WHEREAS, a 10 percent matching rate ensures that the maximum number of airport sponsors can participate in the Aeronautics Program; and
- 1.5 WHEREAS, the 2004 Aeronautics Program was submitted with a matching rate of 10 percent.
- 2.1 NOW THEREFORE BE IT RESOLVED, that the Commission hereby establishes the local government matching rate for Fiscal Year 2004-05 for Acquisition and Development projects in the Aeronautics Program at 10 percent of the nonfederal portion of an airport project.